Acquisition Reform Success Story

Human Systems

Program Director: Col Dartanian Warr

DAC: Lt Gen Robert Raggio

Contractor: Multiple

Success Story OPR: Mr. Scott Heise, 311HSW/YA DAG (TEAMS),

(210) 536-4085



Program Description

The Human Systems Program consists of Life Support, Aeromedical, and Nuclear/Biological/Chemical Defense equipment (aircrew masks/helmets/clothing, ejection seats, chemical detectors, protective shelters, aeromedical evacuation systems, etc.).

How Streamlining Made a Difference

Measure comparison is between 11 ACAT III programs started/executed prior to Acquisition Reform initiatives (1996), and 11 after. These efforts range in size from several hundred thousand to half a billion dollars in development and procurement costs. Primary drivers for success and results are as follows. A focus on early industry and user involvement in market research prior to setting the acquisition strategy and finalizing requirements has led to a 46% increase in identification of COTS/NDI solutions. documentation, the Integrated Product Team (IPT) concept, and fewer decision points (e.g., combined Milestone Decisions, MS I/II) has allowed a 33% reduction in human resource requirements for programs over \$50M and a 43% reduction for those less than \$50M. For programs with a development phase, these factors helped reduce the average development cycle time from 56 to 43 months. *Delegation* of acquisition strategy approval, source selection authority, and milestone decision authority to the SPD for ACAT III programs under \$50M also helped. A final success factor is simplification of requirements documentation. Prior to Acquisition Reform, 8 out of 11 programs started with general requirements from a Statement of Operational Need (SON). By the time the Operational Requirements Document (ORD) was received, the more specific requirements often required a shift in the acquisition strategy. To help prevent this problem with new programs under Streamlining, if an ORD wasn't ready or appropriate for the size of the effort, a requirements letter was used to "lock-in" key performance parameters before starting the program.

Measure	From	To
Warfighter needs met with COTS/NDI solutions	9% (1 of 11)	55% (6 of 11)
Average Team Size-Large ACAT III Programs, > \$50M	9.6 man-yrs/yr	6.4 man-yrs/yr
Average Team Size-Small ACAT III Programs, < \$50M	5.2 man-yrs/yr	2.9 man-yrs/yr
Average Development Cycle Time (MS I/II to MS III)	56 months	43 months
Average Acquisition Cycle Time (First Acq Event* to IOC)	64 months	29 months

Bottom Line: On average, the Human Systems Program Office is delivering solutions to the warfighter in less than half the time we used to, over a 50% reduction in acquisition cycle time. Furthermore, we're achieving this by using about half the number of people we used to use per small ACAT III program and one-third less per larger ACAT III program.

^{*} First Acquisition Event may be Milestone (MS) I, combined MS I/II or MS I/III, or contract award. Following DoD 5000.2-R guidance, para 1.4, decision points were tailored to the needs of the individual program.